

**Tillman County Conservation District**  
(a component unit of the Oklahoma Conservation Commission)

Compiled Financial Statements

June 30, 2013

David O. Tate  
Certified Public Accountant  
Mangum, Oklahoma

Tillman County Conservation District  
June 30, 2013

Table of Contents

Financial statements:

Independent Accountant's Compilation Report	3
Exhibit A-Statement of Net Assets-Proprietary Fund Type	4
Exhibit B-Statement of Activities and Changes in Net Assets-Proprietary Fund Type	5
Exhibit C-Statement of Cash Flows-Proprietary Fund Type	6
Notes to the financial statements	8

Telephone: (580) 782-5541

e-mail: dotcpa@davidotatecpa.com

Fax: (580) 782-5140

*David O. Tate*

Certified Public Accountant

112 North Oklahoma, Suite A

Mangum, Oklahoma 73554

Independent Accountant's Compilation Report

The Honorable Board of Directors of the  
Tillman County Conservation District (a component  
unit of the Oklahoma Conservation Commission)

I have compiled the accompanying financial statements of the business type activities of the Tillman County Conservation District (a component unit of the Oklahoma Conservation Commission) as of and for the twelve months ended June 30, 2013, which collectively comprise the Tillman County Conservation District's basic financial statements as listed in the table of contents. I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

The management of the Tillman County Conservation District is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

My responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist the management of the Tillman County Conservation District in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

The management of the Tillman County Conservation District has not presented the required supplementary information, management's discussion and analysis and budgetary information, that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be a part of, the basic financial statements.



Certified Public Accountant

August 27, 2013



	Exhibit B
Tillman County Conservation District	
(A component unit of the Oklahoma Conservation Commission)	
Statement of Activities and Changes in Net	
Assets-Proprietary Fund Type	
for the twelve months ended June 30, 2013	
Operating activities:	Enterprise
Operating revenues:	fund
Sales	128
Other income	1,400
Total operating revenues	1,528
Operating expenses:	
Salaries	28,488
Payroll taxes/fringe benefits	2,767
Mileage/meetings expense	1,600
Watershed repairs	12,822
Other	4,119
Total operating expenses	49,796
Net operating income (loss)	(48,268)
Other income (expenses):	
Interest income	8
Other reimbursements	
Reimbursements from the Oklahoma Conservation Commission (Note A)	49,557
Net other income (expenses)	49,565
Increase (decrease) in net assets	1,297
Net assets at the beginning of the year	13,386
Net assets at the end of the year	14,683
See the accompanying accountant's compilation report	

Tillman County Conservation District  
(A component unit of the Oklahoma Conservation Commission)  
Statement of Cash Flows-Proprietary Fund Type  
for the twelve months ended June 30, 2011

	Enterprise fund
Cash flows from operating activities:	
Receipts from customers and others	1,528
Payments to suppliers	(21,308)
Payments to employees	(28,488)
Net cash provided by (used in) operating activities	(48,268)
Net cash provided (used) from capital and other related financing activities:	
Reimbursements from Oklahoma Conservation Commission	49,403
Other reimbursements	-
Net cash provided (used) by capital and other related financing activities	49,403
Net cash provided (used) by investing activities:	
Interest earned	8
Net cash provided (used) by investing activities	8
Net increase (decrease) in cash and cash equivalents	1,143
Cash and cash equivalents:	
Beginning of the year	10,595
End of the year	11,738
See the accompanying accountant's compilation report	



Tillman County Conservation District  
(A component unit of the Oklahoma Conservation Commission)  
Notes to the financial statements  
June 30, 2013

Note A-Summary of significant accounting policies.

The accounts of the Tillman County Conservation District (a component unit of the Oklahoma Conservation Commission) are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, and net assets, revenues or income, and expenditures or expense, as appropriate. Resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The fund is grouped, in the financial statements, into a generic type and broad fund category as follows:

Proprietary fund type

Enterprise fund-Enterprise fund is used to account for operations (a) that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs (expenses) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

This is the only fund maintained by the agency.

The accounting policies of the Tillman County Conservation District (a component unit of the Oklahoma Conservation Commission) conform to accounting principles generally accepted in the United States of America as applicable to governments.

The Tillman County Conservation District (a component unit of the Oklahoma Conservation Commission) includes all of the funds relevant to the operations of the district. Conservation districts are the only local units of government charged with the conservation of renewable resources. They are subdivisions of state government and provide local citizens a voice in setting priorities for conservation work carried out within their districts.

Districts receive funds from state appropriations to the Oklahoma Conservation Commission. The district budgets the funds to include office supplies, equipment, some additional personnel, district director, meeting expenses, and other special programs. Under a memorandum of agreement, the United States Department of Agriculture provides all technical assistance to the district.

The agency, for financial purposes, includes all of the funds and account groups relevant to its operations. The financial statements presented herein do not include agencies which have been formed under state laws or separate and distinct units of government apart from the agency.

The financial statements of the Tillman County Conservation District include those of separately administered organizations that are controlled by or dependent on the Tillman County Conservation District. Control is determined on the basis of interdependence, designation of management, appointment of the respective governing board, ability to significantly influence operations, and accountability for fiscal matters.

Tillman County Conservation District  
(A component unit of the Oklahoma Conservation Commission)  
Notes to the financial statements  
June 30, 2013

Note A-Summary of significant accounting policies (continued).

Based on the foregoing criteria, there are no additional component units included in the accompanying financial statements.

Depreciation is provided in the enterprise fund in amounts sufficient to relate the cost of the depreciable assets to operations over their estimated useful service lives on the straight-line basis. Additions are recorded at cost to property and equipment. Repairs and maintenance are recorded as expenses.

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect certain reported amounts and disclosures (such as estimated useful lives in determining depreciation expense); accordingly, actual results could differ from those estimates.

Note B-Cash and cash equivalents.

At June 30, 2013, the unreconciled balance of the agency's checking account deposits was \$10,595. Cash and cash equivalents are stated at cost which is their fair market value. The agency's deposits are categorized to give an indication of the level of risk assumed by the agency at the fiscal year-end. The categories are described as follows:

Category 1-Insured or collateralized with securities held by the agency or by its agent in the agency's name.

Category 2-Collateralized with securities held by the pledging financial institution's trust department or agent in the agency's name.

Category 3-Uncollateralized. This includes any balance that is collateralized with securities held by the pledging financial institutions, or by its trust department or agent, but not in the agency's name.

Deposits, categorized by level of risk are:

Deposits	Bank Balance	Category One	Category Two	Category Three
Cash	11,739	11,739	-	-
Certificates of Deposit			-	-
<b>Total</b>	<b>11,739</b>	<b>11,739</b>	<b>-</b>	<b>-</b>

Tillman County Conservation District  
(A component unit of the Oklahoma Conservation Commission)  
Notes to the financial statements  
June 30, 2013

Note C-Pensions.

The Oklahoma Conservation Commission makes contributions to the Oklahoma Public Employees Retirement System on behalf of the employees of the District. The Oklahoma Public Employees Retirement System bases eligibility on 1,000 hours of service during the calendar year. A member who has over 1,000 hours of service in a calendar year remains in the system regardless of whether the minimum 1,000 hours is met in successive years. The Oklahoma Conservation Commission makes contributions on behalf of the employees of the District up to 12½% of local wages. The employees contribute 3½ % of wages.

The District's total current year payroll for all employees was \$28,488.

Note D-Accounts receivable.

The agency is due a reimbursement from the Oklahoma Conservation Commission in the amount of \$2,945, all of which is expected to be received.